

**FIDUCIARY FUNDS
DECEMBER 31, 2007**

INVESTMENT TRUST FUNDS

Investment Trust Funds are used by King County to report investment activity engaged in on behalf of legally separate entities. Accounting for the two Investment Trust Funds is on the accrual basis and the measurement focus is economic resources.

External Investment Pool Trust Fund – Established to account for the investment activity conducted by King County on behalf of legally separate entities such as special districts and public authorities other than component units that participate in the County's investment pool.

Individual Investment Accounts Trust Fund – Established to report investment activity conducted by King County on behalf of legally separate entities such as special districts and public authorities other than component units having investments with the County that are not in the County's investment pool.

INVESTMENT TRUST FUNDS
COMBINING STATEMENT OF NET ASSETS
DECEMBER 31, 2007
(IN THOUSANDS)

	TOTAL	EXTERNAL INVESTMENT POOL	INDIVIDUAL INVESTMENT ACCOUNTS
ASSETS			
Investments at fair value			
Certificates of deposit & saving accounts	\$ 486,362	\$ 486,250	\$ 112
Repurchase agreements	304,871	304,871	-
Commercial paper	99,761	99,761	-
Taxable municipal notes	27,134	27,134	-
Taxable municipal zero coupon notes	11,487	11,487	-
US Treasury notes	2,046	-	2,046
US Agency notes	573,400	524,581	48,819
US Agency discount notes	712,067	712,067	-
US Agency collateralized mortgage obligations	48,834	48,828	6
State Treasurer's investment pool	203,109	203,109	-
Total investments	2,469,071	2,418,088	50,983
Interest receivable	9,685	9,130	555
TOTAL ASSETS	2,478,756	2,427,218	51,538
NET ASSETS			
Held in trust for pool participants	2,427,218	2,427,218	-
Held in trust for individual investment account participants	51,538	-	51,538
TOTAL NET ASSETS	\$ 2,478,756	\$ 2,427,218	\$ 51,538

INVESTMENT TRUST FUNDS
COMBINING STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2007
(IN THOUSANDS)

	TOTAL	EXTERNAL INVESTMENT POOL	INDIVIDUAL INVESTMENT ACCOUNTS
ADDITIONS			
Contributions	\$ 6,586,848	\$ 6,539,203	\$ 47,645
Net investment earnings (losses)			
Interest	110,433	109,820	613
Decrease in the fair value of investments	(34,777)	(36,009)	1,232
TOTAL ADDITIONS	6,662,504	6,613,014	49,490
DEDUCTIONS			
Distributions	6,160,611	6,159,417	1,194
Change in net assets	501,893	453,597	48,296
Net assets - January 1, 2007	1,976,863	1,973,621	3,242
Net assets - December 31, 2007	\$ 2,478,756	\$ 2,427,218	\$ 51,538